

HUTCHISON & STEFFEN

A PROFESSIONAL LLC
PECCOLE PROFESSIONAL PARK
10080 ALTA DRIVE, SUITE 200
LAS VEGAS, NEVADA 89145

Mark A. Hutchison (4639)
L. Kristopher Rath (5749)
Hutchison & Steffen, LLC
Peccole Professional Park
10080 Alta West Drive, Suite 200
Las Vegas, Nevada 89145
Telephone: (702) 385-2500
Facsimile: (702) 385-2086

Attorneys for Plaintiff/Counter-Defendant
1ST TECHNOLOGY, LLC

UNITED STATES DISTRICT COURT

DISTRICT OF NEVADA

1ST TECHNOLOGY LLC,

Plaintiff,

v.

IQ-LUDORUM PLC,
PLAYTECH CYPRUS LTD.,
TILTWARE LLC, and
KOLYMA CORPORATION, A.V.V.,

Defendants.

TILTWARE LLC,

Counter-Claimant,

v.

1ST TECHNOLOGY LLC,

Counter-Defendant.

CASE NO.: 2:06-cv-323-LDG-RJJ

**ANSWER OF PLAINTIFF/COUNTER-
DEFENDANT 1ST TECHNOLOGY LLC
TO DEFENDANT/COUNTER-CLAIMANT
TILTWARE LLC'S COUNTER-CLAIM**

COMES NOW Counter-Defendant, 1ST TECHNOLOGY LLC ("1st Technology"), by and through its counsel of record, HUTCHINSON & STEFFEN, LLC, and for its Answer to Counter-Claimant Tiltware LLC's ("Tiltware") Counter-Claim states as follows:

PARTIES

1. In response to paragraph 24 of Counter-Plaintiff's Counter-Claim, this Answering Counter-Defendant admits that Tiltware is a corporation organized under the laws of the State of California with its principal place of business in Los Angeles, California. As to the remainder of

1 the allegations contained in this paragraph, Counter-Defendant is without knowledge or
2 information sufficient to form a belief as to the truth of those allegations and therefore denies the
3 allegations contained therein.

4 2. In response to paragraph 25 of Counter-Plaintiff's Counter-Claim, this Answering
5 Counter-Defendant is without knowledge or information sufficient to form a belief as to the truth
6 of the allegations contained in said paragraph and therefore denies the allegations contained
7 therein.

8 **JURISDICTION**

9 3. This Answering Counter-Defendant admits paragraphs 26 and 27 of Counter-
10 Plaintiff's Counter-Claim.

11 **BACKGROUND**

12 4. This Answering Counter-Defendant admits paragraph 28 of Counter-Plaintiff's
13 Counter-Claim.

14 5. In response to paragraph 29 of Counter-Plaintiff's Counter-Claim, this Counter-
15 Defendant is without knowledge or information sufficient to form a belief as to the truth of the
16 allegations contained in said paragraph and therefore denies the allegations contained therein.

17 **FIRST CAUSE OF ACTION**

18 **Declaratory Judgment of Noninfringement**

19 6. In response to paragraph 30 of Counter-Plaintiff's Counter-Claim, this Answering
20 Counter-Defendant repeats and realleges its answers to paragraphs 24 through 29 of the Counter-
21 Claim above as though they were fully set forth in this paragraph.

22 7. Answering paragraphs 31, 32, 34 and 36 of Counter-Plaintiff's Counter-Claim, this
23 Answering Counter-Defendant is without knowledge or information sufficient to form a belief as
24 to the truth of the allegations contained in said paragraphs and therefore denies the allegations
25 contained therein.

26 8. In response to paragraph 33 of Counter-Plaintiff's Counter-Claim, this Answering
27 Counter-Defendant admits that 1st Technology owns valid and enforceable rights to the '001
28 Patent and has filed an action against Counter-Plaintiff Tiltware. As to the remainder of the
allegations contained in this paragraph, Counter-Defendant is without knowledge or information

1 sufficient to form a belief as to the truth of those allegations and therefore denies the allegations
2 contained therein.

3 9. In response to paragraph 35 of Counter-Plaintiff's Counter-Claim, this Answering
4 Counter-Defendant admits that 1st Technology owns valid and enforceable rights to the '001
5 Patent and has filed an action against Counter-Plaintiff Tiltware. As to the remainder of the
6 allegations contained in this paragraph, Counter-Defendant is without knowledge or information
7 sufficient to form a belief as to the truth of those allegations and therefore denies the allegations
8 contained therein.

9 **SECOND CAUSE OF ACTION**
10 **Declaratory Judgment of Invalidity**

11 10. In response to paragraph 37 of Counter-Plaintiff's Counter-Claim, this Answering
12 Counter-Defendant repeats and realleges its answers to paragraphs 24 through 36 of the Counter-
13 Claim above as though they were fully set forth in this paragraph.

14 11. Answering paragraphs 38, 39, 41 and 43 of Counter-Plaintiff's Counter-Claim, this
15 Answering Counter-Defendant is without knowledge or information sufficient to form a belief as
16 to the truth of the allegations contained in said paragraphs and therefore denies the allegations
17 contained therein.

18 12. In response to paragraph 40 of Counter-Plaintiff's Counter-Claim, this Answering
19 Counter-Defendant admits that 1st Technology owns valid and enforceable rights to the '001
20 Patent and has filed an action against Counter-Plaintiff Tiltware. As to the remainder of the
21 allegations contained in this paragraph, Counter-Defendant is without knowledge or information
22 sufficient to form a belief as to the truth of those allegations and therefore denies the allegations
23 contained therein.

24 13. In response to paragraph 42 of Counter-Plaintiff's Counter-Claim, this Answering
25 Counter-Defendant admits that 1st Technology owns valid and enforceable rights to the '001
26 Patent and has filed an action against Counter-Plaintiff Tiltware. As to the remainder of the
27 allegations contained in this paragraph, Counter-Defendant is without knowledge or information
28 sufficient to form a belief as to the truth of those allegations and therefore denies the allegations
contained therein.

AFFIRMATIVE DEFENSES

FIRST AFFIRMATIVE DEFENSE

Counter-Claimant fails to state a claim upon which relief can be granted.

SECOND AFFIRMATIVE DEFENSE

Counter-Claimant's claims are precluded under the doctrines of waiver, estoppel and/or laches.

THIRD AFFIRMATIVE DEFENSE

Counter-Claimant's declaratory relief claims are unnecessary to establish the rights of the parties.

FOURTH AFFIRMATIVE DEFENSE

Counter-Claimant's claims are barred by the statute of limitations.

FIFTH AFFIRMATIVE DEFENSE

Counter-Claimant has unclean hands.

SIXTH AFFIRMATIVE DEFENSE

Counter-Defendant 1st Technology reserves its rights to claim additional affirmative defenses as discovery proceeds and new facts become known.

Therefore, Counter-Defendant prays for judgment as follows: (1) that Counter-Defendant be awarded judgment in its Complaint against Defendant/Counter-Claimant Tiltware; (2) that Counter-Defendant be awarded reasonable attorney's fees and costs incurred in defending this Counter-Claim; and (3) that Counter-Defendant be awarded such other and further relief as the Court deems just and proper.

DATED this 20th day of September, 2007.

HUTCHISON & STEFFEN, LLC



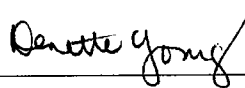
Mark A. Hutchison (4639)
L. Kristopher Rath (5749)
Peccole Professional Park
10080 Alta West Drive, Suite 200
Las Vegas, Nevada 89145

CERTIFICATE OF SERVICE

Pursuant to F.R.C.P. 5(b), I certify that I am an employee of HUTCHISON & STEFFEN, LLC and that on this 26th day of September, 2007, I caused the above and foregoing document entitled: **ANSWER OF PLAINTIFF/COUNTER-DEFENDANT 1ST TECHNOLOGY LLC TO DEFENDANT/COUNTER-CLAIMANT TILTWARE LLC'S COUNTER-CLAIM** to be served via electronically through ECF/PACER to the attorneys listed below:

Michael J. McCue, Esq.
LEWIS & ROCA, LLP
3993 Howard Hughes Pkwy., Suite 600
Las Vegas, Nevada 89109
Counsel for Defendant/Counter-Plaintiff
TILTWARE LLC

Charles W. Jirauch, Esq.
QUARLES & BRADY, LLP
Two North Central Avenue
Phoenix, Arizona 85004
Co-Counsel for Defendant/Counter-Plaintiff
TILTWARE, LLC



An Employee of Hutchison & Steffen, LLC

HUTCHISON & STEFFEN

A PROFESSIONAL LLC
PECCOLE PROFESSIONAL PARK
10080 ALTA DRIVE, SUITE 200
LAS VEGAS, NEVADA 89145